## **Performance Incentives** Fiscal Year 2004

Every year the federal government provides incentive dollars to states for five child support performance categories. The amount Michigan receives is determined by state performance, whether the state meets the federal data reliability standards and how many other states qualify for incentives. This sum is shared between the state, county Friend of the Court and prosecutor's offices.

Performance Factor	Michigan Performance	Federal Average	Federal Goal	MI Qualify for Incentive
Paternity	060/	00.70/	000/	Vee
Establishment Percentage (PEP) <sup>1</sup>	86%	98.7%	90%	Yes
Support Order				
Percentage <sup>2</sup>	75%	74.4%	80%	Yes
Current Support				
Percentage <sup>3</sup>	60%	59%	80%	Yes
Arrearage				
Percentage <sup>4</sup>	56%	60%	80%	Yes
Cost				
Effectiveness <sup>5</sup>	\$5.42	\$4.38	\$5.00	Yes

## Michigan generated \$29 million in performance incentives for fiscal year 2004

Data Source: U.S. Department of Health and Human Services, Administration for Children and Families, Office of Child Support Enforcement Fiscal Year 2004 Preliminary Data

Paternity establishment Percentage the most recent calendar year's paternity acknowledgements and establishments divided by the previous year's unwed births.
Support Order Percentage is the percentage of the total caseload that has a support order

<sup>3</sup> Current Support Percentage is the percentage of cases owed current support that receive current support

<sup>&</sup>lt;sup>4</sup> Arrearage Percentage is the percentage of cases owed arrearages that receive arrearage payment

<sup>5</sup> Cost Effectiveness indicate the amount collected for every administrative dollar spent